

50490050 50490065 cc: Lynn Paul.

April 11, 2013

State of Utah
Department of Natural Resources Division of Oil, Gas and Mining
1594 West North Temple, Suite 1210
Salt Lake City, Utah 84114

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DIV. OF OIL, GAS & MINING

Fax: 801-359-3940

Attn: Lynn Kunzler,

This letter is in regards to the Elite Rock – West small mining operation, permit #S490050. Wasatch Mountain Excavating is in the process of reclaiming this mine. We anticipate being done with reclamation in the next couple of months. Wasatch Mountain Excavating no longer owns this property, but as mentioned we will reclaim and then ask for the bonding money back.

Also, when I spoke with Lynn we discussed reclaiming the property that Pete Gordon has a cash bond, permit S490065, the Barney Mine. If Wasatch Mountain Excavating reclaims this site, we would like a letter from the Division, stating that you will release the bond money to Wasatch Mountain Excavating.

Finally, the certified letter sent on March 18, 2013, states that we owe \$484.00 in penalties and \$1300.00 in annual permit fees. This is the first time I have heard of the \$484.00 penalty, however, Suzanne our office Admin has spoken with you a couple of times about the annual fee. We closed down the mine years ago, and every year we have been told not to worry about the annual fee.

The letter states that we need to meet resolution by April 19, 2013. Wasatch Mountain will reclaim the mine; however will not be able to put any additional bond money down on this mining permit. When we opened the mining permit we had the understanding that each acre disturbed was covered by \$2000 of bond money. We have disturbed 10 acres and have two CD's totaling \$20,000, this should be sufficient. In regards to the annual fees as mentioned above, this mine has not been in operation for years and we do not feel we should have to pay the annual fee. As to the \$484.00 penalty, I would like to get more information on what the penalty was for and then discuss payment options. Finally, if you are interested in us reclaiming permit \$490065, please provide a letter referencing information mentioned above.

I look forward to hearing from you at your earliest convenience.

Thanks you,

## **Brett Bryson**

President/CEO brett.bryson@wasatchmtn.com 801-296-0112 or fax 801-296-1811

